



**STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
869 PUNCHBOWL STREET
HONOLULU, HAWAII 96813-5097**

IN REPLY REFER TO:

Board of Land and
Natural Resources
State of Hawaii
Honolulu, Hawaii

**AMENDMENT NO. 1 TO STATE LEASE NO. DOT-A-81-0014
EXTENSION OF FIXED-BASE FACILITIES LEASE
GARY OWEN GALIHER AND DIANE TSUGIE ONO
HONOLULU INTERNATIONAL AIRPORT**

OAHU

APPLICANT:

Gary Owen Galiher and Diane Tsugie Ono, husband and wife, whose principal place of business and mailing address is 610 Ward Avenue #200, Honolulu, Hawaii 96814, as Lessee.

LEGAL REFERENCE:

Section 171-59(b), Hawaii Revised Statutes

LOCATION AND TAX MAP KEY:

South Ramp, Honolulu International Airport, Tax Map Key: (1) 1-1-72: 23.

AREA:

Area/Space No. HNL-009-116, containing a land area of approximately 25,877 square feet, as delineated on the attached Exhibit A.

ZONING:

State Land Use District: Urban
City and County of Honolulu LUO: Industrial (I-2)

LAND TITLE STATUS:

Section 5(b) - lands (ceded) of the Hawaii Admission Act
DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: YES__ NO X

CURRENT USE STATUS:

Land presently encumbered by Governor's Executive Order No. 3201, dated June 8, 1983, setting aside 3,152.177 acres designated as Honolulu International Airport under the control and management of the Department of Transportation, Airports Division, State of Hawaii, for Airport Purposes.

CHARACTER OF USE:

To operate and maintain a fixed-base general aviation facility at Honolulu International Airport.

TERM OF LEASE EXTENSION:

Commencing March 1, 2011 and terminating on February 28, 2016, for a period of five (5) years.

LEASE RENT:

\$53,824.16 per annum, based on \$2.08 per square foot per annum, paid in advance in quarterly installments of \$13,456.04.

CHAPTER 343, HRS – ENVIRONMENTAL ASSESSMENT:

In accordance with the Comprehensive Exemption List approved by the Environmental Council and dated December 16, 1992, the subject request qualifies under exempt Class of Action No. 1 – "Operations, repairs or maintenance of existing structures, facilities, equipment or topographical features, involving negligible or no expansion or change of use beyond that previously existing."

REMARKS:

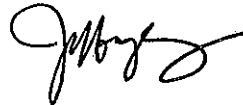
By way of a Consent to Assignment of Lease dated September 28, 1994, by and between Albert Y. Fujisawa, Commissioner appointed in Bankruptcy No. 92-01038 filed in the United States Bankruptcy Court for the District of Hawaii, and entitled In re Inter-Island Air, Inc., Debtor, as "Assignor" and Gary Owen Galiher and Diane Tsugie Ono, husband and wife, as "Assignee", the Department of Transportation, Airports Division (DOTA) and Gary Owen Galiher and Diane Tsugie Ono., entered into State Lease No. DOT-A-81-0014 dated July 1, 1981, to develop, construct, operate and maintain a fixed base facility at Honolulu International Airport.

The Lessee is requesting a five (5)-year extension to the existing Lease. The DOTA, in the public interest, has no objection to this request.

RECOMMENDATION:

That the Board authorizes the DOTA to amend State Lease No. DOT-A-81-0014, to allow the DOTA to extend the original term of the existing lease for an additional five (5) years subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and (3) review and approval of the Department of the Attorney General as to the amendment of lease form and content.

Respectfully submitted,



JEFFREY CHANG
Acting Director of Transportation

APPROVED FOR SUBMITTAL:



WILLIAM J. AILA, JR.
Interim Chairperson and Member

